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Page 1

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ATTENTION: BOX PATENT APPLICATION

Sir:

Transmitted herewith for filing is the patent application of

Inventors: **Dennis Palatov, Steve E. Recek and Michael Bajc**

For: **VIDEO CONTENT DISTRIBUTION SYSTEM INCLUDING AN INTERACTIVE KIOSK, A  
PORTABLE ELECTRONIC STORAGE DEVICE, AND A SET-TOP BOX**

Enclosed with the application are the following:

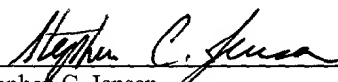
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FOR	NUMBER FILED	NUMBER EXTRA	RATE	FEE
Basic Fee			\$345	\$345
Total Claims	29 - 20 =	9 ×	\$9	\$ 81
Independent Claims	11 - 3 =	8 ×	\$39	\$312
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Attorney Docket No. : MGANO.010A

Applicant(s) : Palatov, et al.

For : VIDEO CONTENT DISTRIBUTION SYSTEM  
INCLUDING AN INTERACTIVE KIOSK, A  
PORTABLE ELECTRONIC STORAGE  
DEVICE, AND A SET-TOP BOX

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**VIDEO CONTENT DISTRIBUTION SYSTEM INCLUDING AN  
INTERACTIVE KIOSK, A PORTABLE ELECTRONIC STORAGE DEVICE,  
AND A SET-TOP BOX**

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Background of the Invention

Field of the Invention

This invention relates generally to systems for distribution, use, and payment for the use of video content and, more particularly, the invention relates to a video content distribution system including an interactive kiosk, a portable electronic storage device, and a set-top box.

10

Description of the Related Art

Present video content distribution systems include broadcast television, cable television, pay-per-view cable television and satellite television, as well as videocassette and DVD sales and rentals. Each of these systems has inherent limitations and disadvantages.

15

Broadcast and cable television allow the owner of the content only limited control over the use of the content once it is broadcast. In order to generate revenue, television is generally advertisement supported. Content presentations, therefore, are frequently interrupted with advertisements. Unless the content is recorded by a user and subsequently replayed, the content must be viewed when and as broadcast.

20

Pay-per-view cable television allows the collection of a fee in exchange for the presentation of video content, and thus advertisements can be eliminated from a presentation. Due to the nature of most pay-per-view systems, recording and playback is generally difficult. Consequently, pay-per-view presentations must also be viewed when and as broadcast.

25

Videocassettes and DVDs allow video content to be presented when and as the user wishes it presented. Videocassettes and DVDs can be purchased or rented. In the case of a purchase, the user must pay full price for the content regardless of how many times the content is used. In the case of a rental, the user is burdened by the need to

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return the videocassette or DVD within a required amount of time, or face additional charges. Since consumers are generally satisfied with one presentation of a program, the rental market has far exceeded the purchase market for video content. Many a movie renter has chosen what appeared to be an interesting selection at the video store.

5 After a half-hour, however, the renter decides that the movie is not worth watching. Yet, the renter continues to watch the rest simply because it has already been paid for. And of course, there is always the situation when the renter's preferred selection is out of stock.

DIVX is another technology that attempted to combine some aspects of purchase and rental on a DVD-type system. A user purchases a DIVX DVD for a fee comparable to a rental. The DIVX DVD as sold can be used without an additional fee on a DIVX enabled player during an initial two-day period starting with the first viewing. The player gathers and stores data regarding the use of the DIVX DVD and periodically connects through a phone line to upload the data to a billing center. The billing center

10 bills the user for additional time periods during which the DIVX DVD is used. The DIVX system, however, still suffers from the out-of-stock and not-worth-watching problems.

Video-on-demand technology is continually being developed but has not reached a level suitable to mass marketing and deployment. Video streaming over the Internet has video-on-demand like features, but the quality of the presentation is poor.

20 If successfully implemented, a video-on-demand system would overcome several of the limitations of the aforementioned systems. However, due to extremely high bandwidth requirements among other technological hurdles, it may be a long time before the average person has access to video-on-demand.

#### Summary of the Invention

A preferred embodiment of the present invention is a video content distribution system including a portable electronic storage device (wallet), a publicly located interactive kiosk, and a set-top box. The wallet is preferably configured to hold

30 digitally encoded video content on a nonvolatile storage device, such as a disk drive. The wallet is also preferably configured to be substantially incompatible with industry

standard computer systems in its external characteristics, connections, and communication protocols in order to limit illegitimate use.

A user connects the wallet to a publicly located compatible interactive kiosk that stores several encoded programs (content units), such as feature-length films. The user then selects content units, and the kiosk copies the selections onto the wallet. At home, the user connects the wallet to a compatible set-top box that presents the content units as an output signal to a television set. The set-top box preferably accumulates information (content use data) related to the use of the video content units, such as how much of a content unit has been viewed and/or how many times it has been viewed. The set-top box then writes the content use data to the wallet. The content use data is preferably read by the kiosk the next time the user connects the wallet to the kiosk. The user can be billed according to the actual use of the content units regardless of how much time has passed since the content units were loaded onto the wallet.

One aspect of the present invention is a system for distributing video content. The system includes a portable mass data storage device capable of storing video content. The system also includes an interactive kiosk configured to be located in a public location. The kiosk is configured to receive and to communicate with the device. The system also includes a set-top box configured to receive the device. The set-top box is configured to read video content from the device and to provide the video content as an output signal. In another aspect, the set-top box is further configured to write content use data to the device. In the other aspect, the interactive kiosk is further configured to read content use data from the device.

In another aspect, the system includes a portable mass data storage device capable of storing video content. The system also includes an interactive kiosk configured to be located in a public location. The kiosk is configured to receive the device, to read content use data from the device, and to write data to the device. The system also includes a set-top box configured to receive the device. The set-top box is configured to receive video content from the device and to provide the video content as an output signal. The set-top box is also configured to write content use data to the device.

An additional aspect of the present invention is a method of obtaining and using video content. The method includes connecting a portable mass data storage device capable of storing video content to a first interactive kiosk in a public location to establish communication between the device and the first kiosk. The method also includes selecting available video content to be loaded onto the device. The method also includes disconnecting the device from the first kiosk. The method also includes connecting the device to a set-top box in a private location to establish communication between the device and the set-top box. The method also includes causing the set-top box to decode and output a portion of the available video content. In another aspect, the method also includes connecting the device to a second kiosk such that content use data written to the device by the set-top box can be read by the second kiosk. In another aspect, the first kiosk and the second kiosk are the same kiosk.

An additional aspect of the invention is a portable video content storage device capable of storing video content. The content storage device is configured to be accessed by a compatible interactive kiosk and a compatible set-top box. The content storage device is also specifically configured to be incompatible with substantially all publicly available electronic devices capable of accessing video content, other than the kiosk and the set-top box.

An additional aspect of the invention is a portable video content storage device. The portable video content storage device includes a nonvolatile mass storage device capable of storing at least one hour of at least MPEG-2 quality video content. The portable video content storage device also includes a durable and portable housing configured to contain and protect the mass storage device. The portable video content storage device also includes a connector extending through the housing. The connector is configured to extend electrical connections from outside the housing to the mass storage device. In another aspect, the mass storage device is a disk drive having at least a 3-gigabyte capacity.

In another aspect, the portable video content storage device includes a mass storage device capable of storing video content. The portable video content storage device also includes a durable, portable housing configured to contain and protect the disk drive. The portable video content storage device also includes a connector attached

to the housing. The connector is configured to extend electrical connections from outside the housing to the mass storage device. The video content storage device is configured to be accessed by a compatible interactive kiosk and a compatible set-top box. The video content storage device is also specifically configured to be incompatible with substantially all publicly available electronic devices capable of accessing video content, other than the kiosk and the set-top box.

In another aspect, the portable video content storage device includes a disk drive capable of storing video content. The portable video content storage device also includes a controller connected to and configured to control the disk drive. The controller includes a security module configured to limit access to the disk drive. The portable video content storage device also includes a durable, portable housing configured to contain and protect the disk drive and the controller. The portable video content storage device also includes a connector attached to the housing. The connector is configured to extend electrical connections from outside the housing to the controller. In another aspect, the security module is configured to authenticate any device attempting to access the disk drive

An additional aspect of the invention is a set-top box for accessing video content stored on a portable video content storage device. The set-top box includes a receptacle configured to receive the portable video content storage device. The set-top box also includes a video decoder module configured to present the video content as an output signal. The set-top box also includes a processor configured to control the video decoder module and the portable video content storage device. The processor is configured to accumulate content use data and to store the accumulated content use data on the storage device.

An additional aspect of the invention is a method of presenting video content and providing information related to the use of the video content. The method includes receiving a portable mass data storage device storing video content. The method also includes reading a portion of the video content from the storage device. The method also includes presenting the portion of the video content. The method also includes accumulating present content use data. The method also includes storing the present content use data on the storage device. In another aspect, the method also includes

reading prior content use data from the storage device and amending the prior content use data to incorporate the present content use data. In another aspect, the method also includes storing the amended content use data on the storage device.

5 An additional aspect of the invention is an access unit for accessing data stored on a portable video content storage device. The access unit includes a receptacle configured to receive the portable video content storage device. The access unit also includes a translation module configured to translate a nonstandard communications protocol used by the storage device into an industry standard communications protocol. In another aspect, the access unit also includes an authentication module configured to  
10 provide authentication information to the portable video content storage device.

An additional aspect of the invention is a method of presenting video content stored on a portable video content storage device. The method includes receiving a portable video content storage device. The method also includes establishing communication with the storage device. The method also includes providing  
15 authentication information to the storage device. The method also includes reading a portion of the video content from the storage device.

An additional aspect of the invention is an interactive kiosk for distributing content through a portable video content storage device. The interactive kiosk includes a display for displaying information to the user. The interactive kiosk also includes an  
20 input device for receiving input from the user. The interactive kiosk also includes a receptacle configured to receive the portable video content storage device. The interactive kiosk also includes a content mass storage module. The interactive kiosk also includes a processor connected to and configured to control the display, the input device, the content mass storage module, and the portable video content storage device.  
25 The interactive kiosk also includes a secure housing containing the display, the input device, the receptacle, the mass storage module, and the processor. The secure housing is configured to be located in a public location.

An additional aspect of the invention is a method for providing video content. The method includes receiving from a user, in an interactive kiosk in a public location, a  
30 portable video content storage device capable of storing video content. The method also includes establishing communication with the storage device. The method also includes



presenting to the user a menu of available video content. The method also includes receiving from the user a selection from the available video content. The method also includes copying the selected video content to the storage device. In another aspect, the method also includes reading content use information from the storage device.

5 An additional aspect of the invention is a method for providing and monitoring the use of video content. The method includes receiving from a first user, in a first interactive kiosk in a public location, a portable mass data storage device capable of storing video content. The method also includes presenting to the user a menu of available video content. The method also includes receiving from the first user a  
10 selection from the available video content. The method also includes writing the selected video content to the portable mass data storage device. The method also includes receiving from a second user, in a second interactive kiosk in a public location, the portable mass data storage device. The method also includes reading from the storage device, data related to the use of the selected video content. In another aspect,  
15 the first user and the second user are the same user. In another aspect, the first interactive kiosk and the second interactive kiosk are the same kiosk.

#### Brief Description of the Drawings

Figure 1A illustrates a configurational overview of a preferred embodiment of  
20 the present invention;

Figure 1B illustrates a procedural overview of the present invention;

Figure 2 illustrates a preferred embodiment of a system for operating several kiosks;

Figure 3A illustrates a functional block diagram of an embodiment of a portable  
25 wallet;

Figure 3B illustrates a preferred embodiment of the portable wallet;

Figure 3C illustrates a first alternative embodiment of the wallet in conjunction with a kiosk or a set-top box;

Figure 3D illustrates a second alternative embodiment of the wallet in  
30 conjunction with the kiosk or the set-top box;

Figure 4 illustrates a preferred embodiment of the kiosk;

Figure 5A illustrates a preferred process performed by the kiosk during a transaction with a user;

Figure 5B illustrates a preferred process by which the kiosk obtains new content units for distribution;

5           Figure 6 illustrates a preferred embodiment of the set-top box;

Figure 7A illustrates a first embodiment of the content use data;

Figure 7B illustrates a second embodiment of the content use data;

Figure 8 illustrates a preferred process performed by the set-top box in displaying content units;

10           Figure 9A illustrates a preferred embodiment of a wallet access unit; and

Figure 9B illustrates an alternative embodiment of the access unit.

#### Detailed Description of the Embodiments

In the following description, reference is made to the accompanying drawings, which form a part hereof, and which show, by way of illustration, specific embodiments or processes in which the invention may be practiced. Where possible, the same reference numbers are used throughout the drawings to refer to the same or like components. In some instances, numerous specific details are set forth in order to provide a thorough understanding of the present invention. The present invention, however, may be practiced without the specific details or with certain alternative equivalent devices and methods to those described herein. In other instances, well-known methods and devices have not been described in detail so as not to unnecessarily obscure aspects of the present invention.

#### I. Overview

25           Figure 1A illustrates an overview of a preferred embodiment of the present invention; Figure 1B illustrates an overview of a preferred procedure in a flowchart 120. A video content distribution system 100 includes a kiosk 102 located in a public location, a portable video content storage device 104, also referred to as a “wallet” or “movie wallet,” and a set-top box 106, preferably located in a private location such as a user’s home. The wallet 104 includes a storage device, preferably a disk drive, capable

of storing video content. The kiosk 102 preferably stores a much larger amount of video content than the wallet.

At a step 122 of the flowchart 120, the user 108 places the wallet 104 in a receptacle on the kiosk 102. At a step 124, the user 108 makes a selection from the video content stored on the kiosk 102. At a step 126, the user instructs the kiosk 102 to copy the selected video content onto the wallet 104. Once the content has been copied onto the wallet 104, the user 108 removes the wallet 104 from the kiosk 102, at a step 128, and transports it to the location of the set-top box 106, at a step 130. The user 108 then places the wallet 104 in a receptacle on the set-top box 106 at a step 132. At a step 134, the user causes the set-top box 106 to read the video content from the wallet 104. The set-top box 106 decodes the video content, and outputs the video content for presentation, preferably on a television 110 or other video display device. At a step 136, the user 108 removes the wallet 104 from the set-top box 106. The user 108 transports the wallet 104 to a kiosk 102 at a step 138. The kiosk in the step 138 may be the same kiosk or a different kiosk than the kiosk to which the wallet 104 was previously connected in the step 122. At the completion of the step 138, the process of flowchart 120 is again repeated.

Figure 2 illustrates a preferred embodiment of a system 200 for operating several kiosks 102. The kiosks 102 are connected to a host system 202 through a communications network 204, such as the Internet. The host system 202 preferably manages and coordinates user accounts, billing for content usage, and content distribution to the kiosks 102 through associated modules 210, 212, and 214. The modules 210, 212, and 214 of the host system 202 may include one or more computer systems that that may be co-located or separately located.

The host system 202 preferably communicates with a satellite uplink 206 to coordinate the transmission of encoded video content via a satellite 208 to the kiosks 102, which are preferably equipped with satellite dishes. The host system 202 preferably relays information regarding the timing of the transmissions via the communications network 204. The host system 202 may also relay any other instructions necessary for the kiosks 102 to operate properly through either the satellite connection or the network 204. In order to bill users 108 for the use of the content, the

kiosks 102 preferably communicate content use data to the host system 202 through the network 204. Alternatively, the kiosks 102 can transmit information back to the host system 202 via the satellite 208.

## II. The Portable Video Content Storage Device (Wallet, Movie Wallet)

### 5 A. Functional Description

Figure 3A illustrates a functional block diagram of one embodiment 300 of the portable wallet 104. The wallet 300 preferably includes the following functional components: a nonvolatile mass storage device 302, a device controller module 304, a nonvolatile memory 306, a security module 308, a connector 310, and a housing 312.  
10 The wallet 300 preferably derives operating power from the kiosk 102 or the set-top box 106 through the connector 310 and thus does not require a separate power source such as a battery. The wallet 300 may, however, include its own power source.

The nonvolatile mass storage device 302, which is preferably a hard disk, is used to store video content. When MPEG-2 compression is used, movie-length digital video  
15 representations typically occupy about 3 to 4 gigabytes of storage space. Each independent video program or representation is called a content unit 303. The mass storage device 302 preferably has a storage capacity of at least 12 to 16 gigabytes to allow several movie-length content units to be stored simultaneously. Alternatively, the mass storage device 302 may have a smaller storage capacity.

20 The device controller module 304 controls and functions as an interface to the storage device 302, providing any logic and control functions necessary to drive the device 302. The device controller module 304 preferably includes any functionality necessary to control the disk drive such as is included in typical disk drive controllers. The device controller module 304 is preferably implemented by a combination of a  
25 processor and code that is executed by the processor. The device controller module 304 may alternatively be implemented as an application specific integrated circuit. The device controller module 304 preferably also includes buffers to buffer data as it is transferred to or from the storage device 302. In an alternative embodiment, the storage device 302 and the device controller 304 may be integrated into a single module. In still  
30 other embodiments, the technology used to implement the storage device 302 may make

the device controller module 304 unnecessary. The use of Flash memory, for example, may make the device controller module 304 unnecessary.

The nonvolatile memory 306 is preferably Flash memory and preferably stores a table of contents 305 listing the content units 303 stored on the wallet 300. The nonvolatile memory 306 preferably also stores content use data 307. Content use data 307 includes information related to the use of the video content units (such as how much of a content unit 303 has been viewed and/or how many times it has been viewed). The content use data 307 may alternatively be stored on the storage device 302. Content use data 307 will be described in further detail in subsection IV-B below.

The nonvolatile memory 306 may also be used to store temporary data or information that may be conveniently accessed without accessing the storage device 302. The temporary data may also include the following, for example: a table of content units stored on the disk drive; menus to be displayed by the set-top box 106 (listing, for example, the available content units); limitations and/or instructions for the set-top box 106 regarding the use of the content units (allowing, for example, the content unit 303 to be played only once or not allowing fast forwarding during certain portions of the content unit 303); and interactive programs that can be executed by the set-top box (programs, for example, making special offers, offering discounts, or soliciting responses from the user 108).

The security module 308 provides functionality that limits illegitimate access to the device controller module 304, the nonvolatile memory 306, and the storage device 302. The security module 308 preferably acts as a gateway for access to the data stored on the wallet 300 by authenticating the identity of any device that attempts to communicate with the wallet 300 before communication is allowed. The security module 308 preferably uses security technology such as public-private (asymmetric) key encryption/authentication, which is well known in the art, to authenticate any device attempting to communicate with the wallet 300. The security module 308 preferably controls access and power to the storage device 302. The security module 308 may also be configured to separately control read and write access to the storage device 302.

The security module 308 preferably implements a non-standard communication protocol that the wallet 300 uses to communicate with either the kiosk 102 or the set-top

box 106. Accordingly, the communication protocol used by the wallet 300 is configured to be substantially incompatible with all industry standard devices and computer systems other than the kiosk 102 and the set-top box 106. The security module 308 is preferably implemented by a combination of a processor and code that is executed by the processor. The security module 308 may alternatively be implemented as an application specific integrated circuit.

The connector 310 provides a communication pathway between the wallet 300 and the kiosk 102 or the set-top box 106. The connector 310 is preferably an electrical connector that carries electrical signals into and out of the wallet 300. The connector 310 may alternatively or additionally include an optical link. The housing 312 is preferably configured to be easily portable, rugged, and resistant to contamination.

The connector 310 and the housing 312 are also preferably configured such that the wallet 300 is substantially incompatible with all industry standard devices and computer systems other than the kiosk 102, and the set-top box 106. In this manner, illegitimate use of the content stored on the wallet 300 can be limited. The wallet 300 may, however, be configured to be compatible with certain test and set-up equipment such as the wallet access unit 900 (Figure 9) described in section V below. Access to the test and set-up equipment is preferably restricted to trusted, legitimate entities such as sellers and service providers that operate kiosk video distribution systems 200 (Figure 2).

The connector 310 should be designed to withstand several hundred connections and disconnections, and preferably several thousand. The industry standard Device Bay specification ([www.device-bay.org](http://www.device-bay.org)) identifies connectors that meet these duty requirements. Device Bay type connectors can be custom manufactured such that they are incompatible with the standard, but still meet the duty requirements.

One skilled in the art will recognize that the wallet 300 need not necessarily include all of the components illustrated in Figure 3A. As already mentioned, the device controller module 304 need not be included if the storage device 302 uses technology that does not require it. The nonvolatile memory 306 need not be included, as the information stored in the nonvolatile memory 306 may alternatively stored on the storage device 302 or not stored at all. The security module 308 need not be included

when the incompatibility of the connector 310 and housing 312 with industry standards are relied upon for security. Alternatively, security may be achieved by encrypting the content and data stored on the wallet 300 before the data is placed on the wallet 300. The content and data can then be decrypted after it is read from the wallet 300.

5           B.       Preferred Embodiment of the Wallet

Figure 3B illustrates a preferred embodiment 320 of the portable wallet 104. The preferred embodiment includes a disk drive 322, a controller 324, and the connector 310, all of which are contained by the housing 312. The controller 324 is preferably connected to the disk drive 322 and the connector 310.

10           The disk drive 322 corresponds to the storage device 302 (Figure 3A). Several suitable disk drives are presently commercially available in 2 1/2 and 3 1/2-inch sizes. Industry standard disk drives provide a specifically defined set of control registers, which are mapped to predetermined addresses. The disk drives recognize command and bit definitions for data written to and read from the control registers. The most  
15           commonly used definition is specified by the IEEE ATA standard and its variations, also known as IDE. Typical personal computer controllers rely on the precise format of this definition to control and communicate with a disk drive. The disk drive 322 is preferably custom manufactured to use a nonstandard format for the command and bit definitions, rendering the disk drive 322 incompatible with industry standard disk drive  
20           controllers. This feature makes illegitimate access to the data on the disk drive 322 more difficult.

In one embodiment, the disk drive 322 and the controller are custom manufactured as a single, integrated unit. In alternative embodiments, the mass storage device 302 may be implemented using alternative technology such as an optical disk or  
25           Flash memory as technological advances yield suitable portable and cost effective implementations.

The functionality of the device controller module 304, the nonvolatile memory 306, and the security module 308 of Figure 3A are preferably incorporated in the controller 324. The controller 324 preferably includes: a processor 326, Flash memory  
30           327, one or more data buffers 328, a data buffer control circuit 329, a power control circuit 330, and an erasable programmable read only memory (EPROM) 332. The

processor 326 is preferably connected to all of the other components in the controller 324. The Flash memory 327 corresponds to the nonvolatile memory 306 (Figure 3A). The data buffers 328 buffer data to and from the disk drive 322. The data buffer control circuit 329 controls the operation of the data buffers 328. The power control circuit 330 controls power to the disk drive 322. The processor 326 preferably executes code 334 stored in the EPROM 332.

The code 334 preferably comprises device control code 336 and security code 338, in addition to any other code that may be necessary to control the functionality of the wallet. The device control code 336 causes the processor 326 to provide the functionality of the device controller module 304 (Figure 3A). The security code 338 causes the processor 326 to provide the functionality of the security module 308 (Figure 3A).

The EPROM 332 preferably also stores an ID and security data block 340. The ID and security data block 340 preferably includes an identification code (ID) by which the wallet 320 may be identified. The ID and security data block 340 may also include one or more security keys that the processor 320 can use to transact secure communications. A read only memory (ROM), programmable read only memory (PROM), or electronically erasable programmable read only memory (EEPROM) may be used in place of the EPROM 332.

The data buffers 328 preferably lie in a data path between the disk drive 322 and the connector 310. The data buffers 328 function to buffer data as the data is written to or read from the disk drive 322. The processor 326 may have read, write, and control access to the data buffers.

The processor 326 preferably has control connections to the power control circuit 330 and the data buffer control circuit 329. The power control circuit 330 preferably controls power to the disk drive 322. The data buffer control circuit 329 controls the operation of the data buffers, effectively turning them on or off in order to control access to the data on the disk drive 322. The data buffer control circuit 329 preferably also has control over the direction of data flow through the buffers 328. Accordingly, the data buffer control circuit 330 can control whether only read access,



only write access, both read and write access, or no access is permitted to the disk drive 322.

In one embodiment, the entire controller 324 is implemented on a single integrated circuit (IC). Therefore, the ID and security data block 340 is stored on the same IC that contains the processor 326. In this configuration, security is increased since the wallet ID need not be imported to the IC and the security keys need not be exported from the IC. Accordingly, it would be impossible to replace the EPROM 332 with another one to illegitimately use the wallet 320.

#### C. First Alternative Embodiment of the Wallet

Figure 3C illustrates a first alternative embodiment 350 of the wallet 104 in conjunction with the kiosk 102 or the set-top box 106. The wallet 350 preferably includes only the disk drive 322, the connector 310, and the housing 312. The connector 310 includes leads 352 that connect to the disk drive 322 and pass signals directly to the disk drive 322.

The connector 310 preferably interfaces with a receiving connector 354 when the wallet 350 is inserted into either the kiosk 102 or the set-top box 106. The receiving connector 354 in turn passes signals from the connector 310, preferably to a disk drive controller 356 that is located in either the kiosk 102 or the set-top box 106 as opposed to in the wallet 350. The connector 310 and the receiving connector 354 are configured for and capable of carrying signals typically exchanged between a disk drive and a disk drive controller.

The wallet 350 preferably does not incorporate any of the functionality of the device controller module 304, the nonvolatile memory 306, or the security module 308. The functionality of these modules is substantially offloaded to the kiosk 102 and to the set-top box 106. Accordingly, the first alternative embodiment 350 is less expensive and simpler to design and manufacture than the preferred embodiment 320. In the first alternative embodiment 350, the functionality of the device controller 304 is handled by the disk drive controller 356 in the kiosk 102 or in the set-top box 106. The data that would be stored in the nonvolatile memory 306, such as the content use data 307, can be instead stored directly on the disk drive 322 by the kiosk 102 or the set-top box 106.

The wallet 350 may be configured to be compatible or incompatible with industry standard systems. Increased security can be achieved by using incompatible units. Industry standard technology may, however, be substantially less expensive. In either case, the objective of the security module 308 can be substantially achieved by encrypting the content and data stored on the wallet 350 before the data is placed on the wallet 350. The content and data can then be decrypted after it is read from the wallet 350.

#### D. Second Alternative Embodiment of the Wallet

Figure 3D illustrates a second alternative embodiment 360 of the wallet 104 in conjunction with the kiosk 102 or the set-top box 106. The wallet 360 in the second alternative embodiment is a removable media unit 362, preferably including a passive storage medium (e.g., magnetic or optical). The removable media unit 362 is accessed by a removable media drive 364 that is located in either the kiosk 102 or the set-top box 106. The removable media unit 362 is preferably a rewritable unit (data can be erased and rewritten as on a disk drive). Alternatively, the removable media unit 362 may be a write-once unit (data can be written, but not erased as on recordable CDs).

Like the first alternative embodiment wallet 350, the second alternative embodiment 360 preferably does not incorporate any of the functionality of the device controller module 304, the nonvolatile memory 306, or the security module 308. Also, like the first alternative embodiment 350, the wallet 360 may be configured to be compatible or incompatible with industry standard drives. The objective of the security module 308 can be substantially achieved by encrypting the content and data stored on the wallet 360 before the data is placed on the wallet 360. The content and data can then be decrypted after it is read from the wallet 360.

The removable media unit 362 can be any type of removable media capable of storing video content. The removable media unit 362 preferably stores at least 3 to 4 gigabytes of data in order to hold a feature-length movie, but the unit 362 may store less data by using lower quality video or by storing less content. Iomega presently offers a 2-gigabyte removable cartridge drive, called the Jaz® drive, which, with its cartridge, could be used as the removable media drive 364 and the removable media unit 362. The Jaz drive is a rewritable unit that functions like a hard disk drive, with an advertised

4.9 MB/sec minimum sustained transfer rate. At this transfer rate, it would take approximately 5 minutes to load about 45 minutes (1.65 gigabytes) of MPEG-2 video onto the drive. If the trend of recent advances in storage continues, substantially greater capacities and transfer rates will soon be available using removable magnetic media. For example, DVD-RW is a rewritable optical technology, capable of storing 4.7 gigabytes on a CD-size disk, which could also be used. CD-R and DVD-R are optical write once-technologies that could also be used.

Regardless of whether rewritable or write-once technology is used, data that would otherwise be stored in the nonvolatile memory 306 can be instead stored directly on the removable media unit 362 by the kiosk 102 or the set-top box 106.

### III. The Kiosk

#### A. Kiosk Components

Figure 4 illustrates a preferred embodiment 400 of the kiosk 102. The kiosk 400 includes a housing 402 that is preferably configured to be located in public locations such as supermarkets, shopping malls, and stores. The housing 402 may be integrated into the wall of a structure, as are many automatic teller machines. The housing 402 may be configured to be located either indoors or outdoors.

The kiosk 400 is preferably controlled by a computer system 404. The computer system 404 preferably includes a processor 406, system memory 408, and a system hard disk 410, all of which are interconnected by a system bus 412. The computer system 404 preferably runs a Windows NT or Linux operating system, but other operating systems may be used.

The kiosk 400 includes a display 414, which is preferably a touch screen display that also serves as an input device. The user 108 preferably interacts with the computer system 404 primarily through the touch screen display 414; however, additional input devices, such as a keyboard or a keypad may be included. The kiosk 400 may also include a credit card reader 416 and a bill/coin collector 418 in order to accept payments from the user 108. A modem/network interface 420 allows the computer system 404 to communicate with the host system 202 in order to transfer billing information, download software updates, or exchange other information or instructions. The display

414, the credit card reader 416, the bill collector 418, and the modem/network interface 420 are also preferably connected to the system bus 412.

Video content is preferably stored in digital form, such as MPEG-2, on a content mass storage module 422. The content mass storage module 422 is preferably a  
5 redundant array of independent disks (RAID). The content mass storage module 422 is preferably capable of holding about 300 - 400 gigabytes of data - sufficient to store about 100 feature-length movies or content units 303. Smaller or larger capacity arrays may be used, depending on the desired number of content units the kiosk 400 is to make available, as well as the desired quality of the content units. The computer system 404  
10 preferably controls the storage module 422 through a connection to the system bus 412.

The kiosk 400 receives the portable wallet 104 in a receptacle 424. The configuration of the receptacle 424 corresponds to the embodiment of the portable wallet 104 that is chosen. In the case that the preferred embodiment 320 (Figure 3B) or the first alternative embodiment 350 (Figure 3C) of the wallet 104 is used, the  
15 receptacle 424 may be a recess having a receiving connector 354 (Figure 3C). In the case the second alternative embodiment 360 (Figure 3D) is used, the receptacle 424 may be a removable media drive 364. The receptacle 424 is preferably configured to lock the wallet 104 in place to prevent the user 108 from removing the wallet 104 while the kiosk 400 is communicating with the wallet 104

20 A wallet controller 426 preferably serves as an interface between the wallet 104 (communicating through the receptacle 424) and the system bus 412. The wallet controller 426 may also be connected by a high-bandwidth bus 427 directly to the storage module 422 so that content can be transferred from the storage module 422 to the wallet 104 without loading the system bus 412. Like the receptacle, the  
25 configuration of the wallet controller 426 corresponds to the chosen embodiment of the wallet 104. In the case the preferred embodiment 320 (Figure 3B) of the wallet is used, the wallet 320 may be directly connectable to the system bus 412. In this case, the wallet controller 426 may be as simple as a protective circuit that protects the system bus 412 from unauthorized access through the receiving connector 354. The wallet  
30 controller 426 may alternatively be a more fully functional device that controls reading from and writing to the wallet 320. In the case the first alternative embodiment (Figure

3C) of the wallet is used, the wallet controller 426 is preferably a disk drive controller. In the case the third embodiment 360 (Figure 3D) is used, the wallet controller 426 need not be included, and the removable media drive 364 can be directly connected to the system bus 412. A functional description of one embodiment of the wallet controller  
5 426 is described in conjunction with a wallet access unit 900 (Figure 9) in section V below.

The kiosk 400 also includes a content input module 428 through which video content is loaded onto the kiosk 400. The content input module 428 is preferably a satellite receiver that receives broadcast satellite transmissions through a satellite dish  
10 430. Video content is preferably encrypted, broadcast via the satellite transponder 208, and received by the content input module 428. After being received, the video content may be decrypted by the kiosk 400 or it may be left in encrypted form, to be decrypted by the set-top box 106. The host system 202 preferably communicates with the kiosk 400 via the modem/network interface 420 to indicate when new content will be  
15 broadcast and, if necessary, what content to delete from the storage module 422 in order to make room for the new content.

In a first alternative embodiment, the content input module 428 may be embodied as a network interface to a high-bandwidth network connection capable of carrying video content. In this case, the content input module 428 and the  
20 modem/network interface 420 may be combined. In a second alternative embodiment, the content input module 428 may be embodied as a broadcast signal receiver that receives signals from a local transmitting station or through a cable television service. In a third alternative embodiment, the content input module 428 may be a digital tape drive through which a service technician can manually load content onto the kiosk 400.  
25 In a fourth alternative embodiment, the content input module 428 may be a single or multiple DVD drive. In a fifth alternative embodiment, the content input module 428 and the content mass storage module 422 may be combined such that a service technician can input new content by manually replacing the storage module 422 with a storage module containing different content.

30 In one embodiment, several computer systems 404 with associated displays 414 and receptacles 414 are integrated into a single kiosk 400 to serve multiple users 108

simultaneously. Other components in the kiosk 400, such as the content mass storage module 422 and the content input module 428 may be shared by the multiple computer systems 404.

In the preferred embodiment, the computer system 404 is loaded with software 432 that defines the functionality of the kiosk 400. The software 432 is preferably stored on the system hard disk 410 and preferably includes an operating system and any programs necessary to control the kiosk 400. The functionality implemented through the software 432 is described in the next subsection.

#### B. Kiosk Functionality

Figure 5A illustrates, in a flowchart 500, a preferred process performed by the kiosk 400 during a transaction with a user 108. At a first step 502, the user 108 places and the kiosk 400 receives the wallet 104 in the receptacle 424. The kiosk 400 preferably locks the wallet 104 in place so that the user 108 cannot remove the wallet 104 while data is being written to or read from the wallet 104.

At a step 504, the kiosk 400 establishes communication with the wallet 104 through the receptacle 424. The establishment of communication may include: identification/authentication of the identity of the wallet 104 by the kiosk 400; identification/authentication of the kiosk 400 by the wallet 104; enabling read access to the data stored on the wallet 104; enabling write access to store data on the wallet 104; and enabling read/write access to certain portions of the wallet's data storage capacity.

Identification may be accomplished through the exchange or transfer of an ID code. The ID code for the wallet 104 may be stored in the EPROM 332, in the nonvolatile memory 306, or in the storage device 302. The kiosk 400 may also have an ID code, which it makes available to the wallet 400. The kiosk 400 may authenticate the wallet 104 by verifying its ID code. If the wallet 104 includes sufficient security functionality, the wallet 104 may similarly authenticate an ID code provided by the kiosk 400. Authentication may also be accomplished through the use of public-private keys to avoid the bare transfer of authentication information. The kiosk 400 may pass a code to the wallet 104, which the wallet, in turn, encrypts with its private key. The wallet 104 then passes the encrypted code back to the kiosk 400. The kiosk 400 can verify, using a corresponding public key, that the code was encrypted with the private

key, thus authenticating the wallet 104. The wallet 104 can authenticate the kiosk 400 similarly.

The wallet 104 may also be configured to limit or selectively allow the kiosk 400 read and write access to different portions of the wallet 104, possibly based upon the identification/authentication process. The user 108, for example, may have stored personal preferences or information on the wallet 104 to which the kiosk 400 is not allowed access. In another example, different kiosks 400 may be operated by different kiosk operators. A first kiosk operator may not want a second operator to access data that it writes to the wallet 104. Establishing communication in the step 504 may involve negotiation of allowed read and write access.

At a step 506, the kiosk 400 reads content use data 307 (Figure 3A) written to the wallet 104 by the set-top box 106. The content use data 307 preferably includes information related to the use of the video content units, such as how much of a content unit 303 has been viewed and/or how many times it has been viewed. Content use data 307 will be described in further detail in subsection IV-B below. Other data, such as a user's responses to interactive programs (see subsection II-A) stored in the wallet's nonvolatile memory 306 may also be read at the step 506.

The wallet 104 may optionally be configured to hold content units and store content use data 307 for different kiosks 104 associated with different host systems 202 operated by different service providers. In this case, the content use data 307 may be stored separately for content units provided by each of the different kiosks 104. Alternatively, content use data 307 can be stored for and associated with each content unit 303 stored on the wallet 104.

At a step 508, the kiosk 400 either charges or bills the user 108 for the user's use of the content stored on the wallet 104. The kiosk 400 can charge the user 108 by accepting payment through the bill and coin collector 418 or through a credit card using the credit card reader 416. The kiosk 400 can alternatively bill the user 108 by transmitting the content use data 307 to the host system 202, which can coordinate the generation of bills or the charging of a user's "on file" credit card.

At a step 509, the kiosk 400 modifies the content use data 307 on the wallet 104 to reflect payment for content use. The kiosk 400 preferably removes from the content

use data 307 any data loaded by the kiosk 400 or any data specifying content use for which payment has already been made. Alternatively or additionally, the kiosk 400 may write additional information to the wallet 104 indicating that certain content use has been paid for by the user 108. In order to deter illegitimate use, the kiosk 400 preferably signs, using a digital signature, the modification to the content use data 307 in a manner that can be authenticated by the set-top box 106. Asymmetric (e.g. public-private) key authentication technology can be used to produce and verify the digital signature.

At a step 510, the kiosk 400 presents to the user a menu or list of available video content. The kiosk 400 may allow the user to perform a search for a requested content unit 303 (program). Alternatively, the kiosk 400 may present available content by alphabetical order, category, or popularity. The kiosk 400 preferably allows the user 108 to make a selection from the menu or list through the touch screen display 414. The selection is preferably a selection of a single content unit 303, but may be a selection of more than one content unit 303. The kiosk 400 may make each content unit 303 available in more than one form. Various forms and options may include HDTV, PAL, NTSC, wide-screen, surround-sound, close captioned, language dubbed, and subtitled, for example. The kiosk preferably allows the user to select the form and/or options for the content unit 303.

In one embodiment, the kiosk 400 allows or requires the user to pay for the content unit 303 in advance, before the content unit 303 is loaded onto the wallet 104. The kiosk 400 can accept the payment using the credit card reader 416 or the bill collector 418. The user can pay for one viewing, several viewings, or an unlimited number of viewings.

At a step 512, the kiosk 400 receives the user's selection from the available video content, and, at a step 514, the kiosk 400 copies the selected content unit 303 to the wallet 104. The amount of time it takes the kiosk 400 to copy the content unit 303 depends upon the size of the content unit 303 and the data transfer rate between the kiosk 400 and the wallet 104. The Ultra Direct Memory Access/66 protocol can sustain about 50 megabytes per second of data transfer and can be used in conjunction with PCI



bus technology to connect the kiosk 400 to the wallet 104. At this data rate, it should take approximately 72 seconds to transfer a 3.6 gigabyte content unit 303.

While the content unit 303 is being copied to the wallet 104, the kiosk 400 can allow the user 108 to select additional content units to be loaded on to the wallet 104.

5 The kiosk 400 can also present advertisements or movie trailers on the touch screen during the copying process.

At a step 515, the kiosk 400 preferably loads into the wallet's nonvolatile memory 306 a table of contents 305 listing the content units stored on the wallet 104. The kiosk may also update the nonvolatile memory 206 with any programs or menus that may be used by the set-top box 106 to access the content units. The table of contents 304, programs, and/or menus may alternatively be stored on the wallet's storage device 302.

At a step 516, the kiosk 400 communicates to the host system 202 the identity of the wallet 104 and what content units have been copied to the wallet 104. The host system 202 can use this information to track copies of content units. The host system 202 may also charge the user 108 for the use of the copied content units in the case the wallet is not again reconnected to a kiosk 400 within a predetermined amount of time (e.g., 2 months). The user 108 eventually returns the wallet 104 to a kiosk 400, and the host system 202 finally obtains the use data for the content and can credit the user 108 for content paid for but not used.

At a step 518, the kiosk 400 releases the wallet 104 and preferably prompts the user 108 to remove the wallet 104 from the receptacle 424. The user 108 then can take the wallet 104 home and view the video content units on the set-top box 106.

Figure 5B illustrates, in a flowchart 530, a preferred process by which the kiosk 400 obtains new content units for distribution. At a first step 532, the kiosk 400 receives a message from the host system 202 indicating a pending transmission of new video content via a satellite signal. The message may be transmitted through the communications network 204 or via the satellite signal itself.

At a next step 534, the kiosk 400 communicates with the host system to determine what old content, stored on the kiosk's content mass storage module 422, is to be deleted or overwritten in order to store the new content. The communication may

be a two-way communication between the kiosk 400 and the host system 202 through the communications network 204. In this case, the host system 202 can provide different instructions to different kiosks 400, enabling different kiosks to contain different sets of content. The kiosk 400 may also, at this time, transfer accumulated content use data 307 to the host system. Alternatively, the communication may be a one-way transmission of information from the host system 202 to the kiosk 400. In this case, the different kiosks 400 may receive the same instructions. Alternatively, instructions transmitted via the satellite signal can be coded for each kiosk 400 such that each kiosk 400 receives an individual set of instructions. The indication of the pending transmission in the step 532 and the indication of the old content to be overwritten in the step 534 allow the kiosk 400 to prepare to receive, process (e.g., decrypt, if necessary), and store the new content.

At a next step 536, the kiosk 400 receives the new content via the satellite signal and stores the new content on the content mass storage module 422. The new content is preferably encrypted during the transmission process to limit unauthorized access. In the preferred embodiment, the new content is left encrypted and the decryption process is performed upon presentation by the set-top box 106. In another embodiment, the new content is decrypted as it is received and is stored in unencrypted form by the kiosk 400. In another embodiment, the content may be stored in encrypted form and decrypted as the content is loaded onto the wallet 104. Other configurations will also be apparent to one skilled in the art.

#### IV. The Set-top Box

##### A. Set-top Box Components

Figure 6 illustrates a preferred embodiment 600 of the set-top box 106 (Figure 1A). The set-top box 600 includes a housing 602 and is preferably configured to be located in a user's home and to output a signal to a television set 110 (Figure 1A) or other video display unit. The set-top box 600 may also be configured to operate in conjunction with and output a signal to a personal computer.

The set-top box 600 is preferably controlled by a computer system 604. The computer system 604 preferably includes a processor 606, a system memory 608, a nonvolatile memory 610, and an EPROM or ROM 611, all of which are interconnected

by a system bus 612. The processor 606, which may be a general purpose microprocessor or a microcontroller, preferably executes system code which is stored in the EPROM 611. The nonvolatile memory 610 is preferably used instead of a hard disk to store data while the set-top box 600 is turned off between operating sessions. The computer system 604 is preferably a special purpose computer system as opposed to a general purpose computer system like most desktop personal computers.

The portable wallet 104 is received by the set-top box 600 in a receptacle 614, similar to the kiosk receptacle 424 (Figure 4). The configuration of the receptacle 614 corresponds to the embodiment of the portable wallet 104 that is chosen. In the case that the preferred embodiment 320 (Figure 3B) or the first alternative embodiment 350 (Figure 3C) of the wallet 104 is used, the receptacle 614 may be a recess having a receiving connector 354 (Figure 3C). In the case the second alternative embodiment 360 (Figure 3D) is used, the receptacle 614 may be a removable media drive 364. The receptacle 614 is preferably configured to lock the wallet 104 in place to prevent the user 108 from removing the wallet 104 while the set-top box 600 is communicating with the wallet 104.

A wallet controller 616, similar to the kiosk wallet controller 426 (Figure 4), preferably serves as an interface between the wallet 104 (communicating through the receptacle 614) and the system bus 612. A high-bandwidth bus 618 preferably connects the wallet controller 616 directly to a video decoder module 620 so that content can be transferred from the wallet 104 to the video decoder module 620 without loading the system bus 612. Like the receptacle 614, the configuration of the wallet controller 616 should correspond to the chosen embodiment of the wallet 104.

The video decoder module 620 is preferably an integrated circuit configured to process the content units as they are read from the wallet 104 and to output video and audio signals 622 formatted for display on a television 110. The processor 606 preferably controls the video decoder module 620 through the system bus 612. The video decoder module 620 may include decryption functionality that decrypts encrypted content units. In addition, the video decoder module 620 may include copy protection technology, such as Macrovision encryption ([www.macrovision.com](http://www.macrovision.com)), which prevents the output signal 622 from being copied by conventional VCRs. The video decoder

module 620 preferably also has the capability to display text and graphics generated and/or communicated by the processor 606 (on-screen display). The text and graphics can be in the form of an overlay over the presentation of content or may be displayed instead of content as the output signal 622.

5           A gateway 624 connects the system bus 612 to the high-bandwidth bus 618. The gateway 624 allows the processor 606 to monitor and access the high-bandwidth bus 618 and accordingly access content data as it is transferred to the decoder module 620 from the wallet controller 616.

10           The set-top box 600 preferably also includes a user display 626 and operational controls 628. The user display 626 is preferably a small LCD screen. The operational controls 628 may be limited (e.g., only a power button) or more extensive (e.g., play, stop, fast forward, and rewind). The majority of operation functions are preferably accessed by the user 108 through a remote control 630, which transmits infrared (IR) signals to an IR receiver 632. The processor 606 communicates with the IR receiver 632 to interpret user commands. The processor 606 preferably responds to the user 108 through the on-screen display capability of the decoder module 620.

#### B. Content Use Data

15           In the preferred embodiment, the set-top box 600 preferably creates content use data 307 (Figure 3A) and writes the data to the wallet 104. In an alternative embodiment, the content use data 307 is created by the wallet 104 itself.

20           Content use data 307 includes information related to the use of the video content units, such as how much of a content unit 303 has been viewed and/or how many times it has been viewed. The kiosk 102 subsequently reads the content use data 307 in order to determine how much to charge or bill the user 108 for the use of the content units 303 stored on the wallet 104.

25           In a preferred embodiment, content use data 307 is stored in a separate data structure for each content unit 303 stored on the wallet 104. This embodiment is well suited to supporting a system of different kiosks 102 associated with different host systems 202 operated by different service providers. Different content units can be provided by different kiosks 102, and separate content use data 307 can be associated with each content unit 303. In alternative embodiments, content use data 307 for all of

the content units on the wallet 104 may be stored in the same data structure. This embodiment is better suited to the situation when all kiosks 102 are operated through the same host system 202.

Figure 7A illustrates a first embodiment of the content use data 307. A data structure 700 has a header 702 identifying the content unit (#1234567) for which the data structure 700 stores use information. The header 702 is preferably followed by several data elements 704, which are shown one per line. Each data element 704 indicates the number of times a particular segment of the content unit 303 has been presented. In order to determine when a segment of a content unit 303 has been presented, a marker can be incorporated into the content unit 303, which, when processed, indicates that the associated segment has been presented. A content unit can be divided into one, two, four, or more segments. As more segments are used, more content use data 307 can be collected. The marker is preferably stored near or at the beginning of each segment. The use of segments as a rubric for determining the use of a content unit 303 is conveniently compact, yet provides a fair method of determining charges for use. By using segments, the user 108 can easily be charged for portions of a full viewing. For example, the user may be proportionally charged \$4 per viewing for a first viewing and proportionally charged \$2 for additional viewings. Suppose a content unit has 4 segments, yet only the first segment was viewed. The user likely watched the first portion of a movie and decided it wasn't worth watching the rest. In this case, the user is proportionally charged only \$1 for the segment viewed. Suppose, however, that 5 segments have been presented, each segment once, and the first segment a second time. It is likely that the content unit has been at least watched once in its entirety. Further, the user 108 may have replayed some portions of the content unit that he may have missed or wished to watch again. In this case, the user 108 is charged \$4 for the first full viewing and \$0.50 for the additional 1/4 viewing at the lower rate for a total of \$4.50.

The data structure 700 is preferably created by the set-top box 600 and written to the wallet 104. During subsequent use sessions of the same content unit 303, the previously written data structure 700 can be read from the wallet 104 by the set-top box 600, and new data elements 714 can be added to the data structure 700. Alternatively,

additional data structures 700 can be written to the wallet 104 during subsequent use sessions. When the wallet 104 is again connected to a kiosk 102, the kiosk 102 can read the data structure(s) 700 and charge the user 108 accordingly.

Figure 7B illustrates a second embodiment of the content use data 307. A data structure 710 has a header 712 similar to the header 702 (Figure 7A). The header 712 is preferably followed by several data elements 714, which are shown one per line. Each data element 714 indicates a position within the content unit and an associated action requested by the user 108 at the time. If, for example, a content unit has a 2 hour duration, positions can be identified by the corresponding second during playback, from 0 to 7200 seconds. Actions can include, for example, play, stop, cue (view fast), and review (view in reverse fast). Other actions such as fast forward and rewind can be included, but are not necessary since no presentation preferably occurs during fast forward and rewind.

The data structure 710 is preferably created by the set-top box 600 and written to the wallet 104. During subsequent use sessions of the same content unit 303, the previously written data structure 710 can be read from the wallet 104 by the set-top box 600, and new data elements 714 can be added to the use data 710. Alternatively, additional data structures 710 can be written to the wallet 104 during subsequent use sessions. When the wallet 104 is again connected to a kiosk 102, the kiosk 102 can read the data structures 710, reconstruct how much of a content unit 303 has been presented, and charge the user 108 accordingly.

### C. Set-top Box Functionality

Figure 8 illustrates, in a flowchart 800, a preferred process performed by the set-top box 600 in displaying content units stored on the wallet 104. At a first step 802, the user 108 places and the set-top box receives the wallet 104 in the receptacle 614. The set-top box 600 preferably locks the wallet 104 in place so that the user 108 cannot remove the wallet 104 while data is being read from or written to the wallet 104.

At a step 804, the set-top box 600 establishes communication with the wallet 104 through the receptacle 614. The establishment of communication may include: identification/authentication of the identity of the wallet 104 by the set-top box 600; identification/authentication of the set-top box 600 by the wallet 104; enabling read

access to the data stored on the wallet 104; enabling write access to store data on the wallet 104; and enabling read/write access to certain portions of the wallet's data storage capacity. The set-top box 600 preferably uses similar identification and authentication technology to that used by the kiosk 102.

5           At a step 806, the set-top box 600 reads from the wallet 104 the table of contents 305 listing the content units that are stored on the wallet 104. At a step 808, the set-top box 600 presents to the user 108 a menu of content units, preferably by interpreting the wallet's table of contents 305. The menu may alternatively be generated by interpreting programs and/or menus stored on the wallet 104. At a step 810, the set-top box 600  
10 receives from the user a selection of a content unit 303 to be viewed.

          At a step 812, the set-top box 600 reads previously stored content use data 307 from the wallet 104 for the selected content unit 303. The set-top box 600 preferably stores the previous content use data 307 in the nonvolatile memory 610 so that the content use data 307 may be retained if the set-top box 600 is switched off or if power is  
15 interrupted. The content use data 307 may, however, be stored in the system memory 608. The set-top box 600 can modify or update the previous content use data 307 with new data as the selected content unit 303 is viewed. If the content unit 303 has not been previously used, there may be no previous content use data 307.

          At a step 814, the set-top box 600 decodes and outputs the content unit 303. In  
20 presenting the content unit 303, the set-top box 600 preferably responds to user commands received from the remote control 630 through the IR receiver 632. As the content unit 303 is presented, the content use data 307 is preferably updated.

          At a step 816, once the user 108 has finished using the content unit 303, the set-top box 600 writes the present, updated content use data 307 back to the wallet 104. At  
25 a step 818, the set-top box 600 releases the wallet 104 and preferably prompts the user 108 to remove the wallet 104 from the receptacle 614. The user 108 then can take the wallet 104 back to a kiosk 102 and load new content units 303 onto the wallet 104.

#### V.       Wallet Access Unit

          Figure 9A illustrates a preferred embodiment of a wallet access unit 900. The  
30 wallet access unit 900 enables industry standard devices to access data stored on embodiments of the wallet 104 that have been configured to be incompatible with

industry standard devices. The wallet access unit 900 is preferably configured to allow a personal computer to be used to access the wallet 104.

Trusted, legitimate entities such as service providers that operate kiosk video distribution systems 200 (Figure 2) can use the access unit 900 to set up, format, diagnose, and repair wallets 104. The distribution of the wallet access unit 900 is preferably limited to service entities in order to prevent the general public from being able to freely access the data and content securely stored on the wallet 104.

The wallet access unit 900 preferably has a self-contained housing 902. The access unit 900 receives the wallet 104 in a receptacle 914 having a receiving connector 354. The receptacle 914 and the receiving connector 354 may be similar or identical to those used in the kiosk 400 and the set-top box 600. The access unit 900 may have its own power source or may derive operating power from the personal computer 950.

A wallet controller 916 preferably serves as an interface between the wallet 104 and the personal computer 950. The wallet controller 916 is preferably connected to the wallet 104 through the connector 354 and to the personal computer 950 through a bus 952. The bus 952 is preferably a high-speed external bus such as SCSI, FireWire (IEEE-1394) or USB-2.

The wallet controller 916 preferably includes a translation module 922 and an authentication module 924. The translation module 922 preferably translates data and/or the wallet communication protocol, used by the wallet 104, into a standard form or protocol used by the bus 952 and compatible with the personal computer 950. In accordance with the preferred embodiment of the wallet 104, the wallet communication protocol is preferably a nonstandard communication protocol. The translation module 922 may also provide any control functionality necessary to access and/or communicate with the wallet 104.

The authentication module 924 preferably provides any necessary authentication functionality that may be necessary to access the wallet 104. The authentication module 924 preferably communicates with the security module 308 (Figure 3) of the wallet 104 to cause the wallet 104 to allow access to the access unit 900. The authentication module 924 may store any required authentication information or, alternatively, the



authentication information may be stored on and/or obtained from the personal computer 950.

The translation module 922 and the authentication module 924 may be integrated into a single integrated circuit or physical module. In alternative  
5 embodiments, the authentication module 924 need not be present in the wallet controller 916. The same wallet controller 916 used in the access unit 900 may also be used as the wallet controller 426 or 616 in certain embodiments of the kiosk 400 and the set-top box 600.

Figure 9B illustrates a first alternative embodiment 902 of the access unit 900  
10 configured to be installed in a standard personal computer drive bay. The access unit 902 is preferably configured to be attached to a standard IDE drive cable and power connector 956. The wallet controller 916 preferably communicates with an IDE drive card 958 using a standard IDE protocol. Accordingly, the access unit 900 and wallet 104 appear to be a standard disk drive to the personal computer 950.

15 In a second alternative embodiment, a custom device driver can be used in conjunction with the IDE card 958 of the first alternative embodiment 902. In this case, the wallet controller 916 need only perform an electrical adaptation of the wallet communication protocol to standard IDE cable signals. The device driver appropriately interprets and translates the adapted signals.

## 20 VI. Conclusion

While certain exemplary preferred embodiments have been described and shown in the accompanying drawings, it is to be understood that such embodiments are merely illustrative of and not restrictive on the broad invention. Further, it is to be understood that this invention is not limited to the specific construction and arrangements shown  
25 and described since various modifications or changes may occur to those of ordinary skill in the art without departing from the spirit and scope of the invention as claimed. It is intended that the scope of the invention be limited not by this detailed description but by the claims appended hereto. In the claims, a portion shall include greater than none and up to the whole of a thing; encryption of a thing shall include encryption of a  
30 portion of the thing. In the method claims, reference characters are used for



WHAT IS CLAIMED IS:

1. A system for distributing video content, the system comprising:  
a portable mass data storage device capable of storing video content;  
an interactive kiosk configured to be located in a public location, the  
5 kiosk configured to receive and to communicate with the device; and  
a set-top box configured to receive the device, the set-top box configured  
to read video content from the device and to provide the video content as an  
output signal.
2. The system of Claim 1,  
10 wherein the set-top box is further configured to write content use data to  
the device, and  
wherein the interactive kiosk is further configured to read content use  
data from the device.
3. The system of Claim 2, wherein the portable mass data storage comprises  
15 a passive storage medium.
4. The system of Claim 3, wherein the kiosk and the set-top box effect  
communication with the storage device by reading data from or writing data to the  
storage medium.
5. A system for distributing video content, the system comprising:  
20 a portable mass data storage device capable of storing video content;  
an interactive kiosk configured to be located in a public location, the  
kiosk configured to receive the device, to read content use data from the device,  
and to write data to the device; and  
a set-top box configured to receive the device, the set-top box configured  
25 to receive video content from the device and to provide the video content as an  
output signal, the set-top box configured to write content use data to the device.
6. A method of obtaining and using video content, the method comprising:  
connecting a portable mass data storage device capable of storing video  
content to a first interactive kiosk in a public location to establish  
30 communication between the device and the first kiosk;  
selecting available video content to be loaded onto the device;

5                   disconnecting the device from the first kiosk;  
                   connecting the device to a set-top box in a private location to establish  
                   communication between the device and the set-top box; and  
                   causing the set-top box to decode and output a portion of the available  
                   video content.

7.       The method of Claim 6, further comprising  
                   connecting the device to a second kiosk such that content use data  
                   written to the device by the set-top box can be read by the second kiosk.

8.       The method of Claim 7, wherein the first kiosk and the second kiosk are  
 10       the same kiosk.

9.       A portable video content storage device capable of storing video content,  
                   the content storage device configured to be accessed by a compatible interactive kiosk  
                   and a compatible set-top box, the content storage device specifically configured to be  
                   incompatible with substantially all publicly available electronic devices capable of  
 15       accessing video content, other than the kiosk and the set-top box.

10.      A portable video content storage device consisting essentially of:  
                   a nonvolatile mass storage device capable of storing at least one hour of  
                   at least MPEG-2 quality video content;  
                   a durable and portable housing configured to contain and protect the  
 20       mass storage device; and  
                   a connector extending through the housing, the connector configured to  
                   extend electrical connections from outside the housing to the mass storage  
                   device.

11.      The device of Claim 10, wherein the mass storage device is a disk drive.

12.      The device of Claim 11, wherein the disk drive has at least a 3-gigabyte  
 25       capacity.

13.      The device of Claim 12, wherein the disk drive is configured such that it  
                   is incompatible with industry standard disk drive controllers.

14.      A portable video content storage device comprising:  
 30       a mass storage device capable of storing video content;

a durable, portable housing configured to contain and protect the disk drive; and

a connector attached to the housing, the connector configured to extend electrical connections from outside the housing to the mass storage device,

5            wherein the video content storage device is configured to be accessed by a compatible interactive kiosk and a compatible set-top box, and

          wherein the video content storage device is specifically configured to be incompatible with substantially all publicly available electronic devices capable of accessing video content, other than the kiosk and the set-top box.

10           15.    The device of Claim 14, wherein the mass storage device is a disk drive.

          16.    A portable video content storage device comprising:

          a disk drive capable of storing video content;

          a controller connected to and configured to control the disk drive, the controller comprising a security module configured to limit access to the disk drive;

15           a durable, portable housing configured to contain and protect the disk drive and the controller; and

          a connector attached to the housing, the connector configured to extend electrical connections from outside the housing to the controller.

20           17.    The device of Claim 16, wherein the security module is further configured to separately limit read and write access to the disk drive.

          18.    The device of Claim 16, wherein the controller comprises a data buffer configured to buffer data as the data is transferred to or from the disk drive.

25           19.    The device of Claim 16, wherein the connector is further configured to extend at least one optical data link from outside the housing to the controller.

          20.    The device of Claim 16, wherein the security module is configured to authenticate any device attempting to access the disk drive.

          21.    A set-top box for accessing video content stored on a portable video content storage device, the set-top box comprising:

30           a receptacle configured to receive the portable video content storage device;

a video decoder module configured to present the video content as an output signal; and

a processor configured to control the video decoder module and the portable video content storage device, the processor configured to accumulate content use data and to store the accumulated content use data on the storage device.

22. A method of presenting video content and providing information related to the use of the video content, the method comprising:

receiving a portable mass data storage device storing video content;

reading a portion of the video content from the storage device;

presenting the portion of the video content;

accumulating present content use data; and

storing the present content use data on the storage device.

23. The method of Claim 22, further comprising:

reading prior content use data from the storage device; and

amending the prior content use data to incorporate the present content use data.

24. The method of Claim 23, further comprising

storing the amended content use data on the storage device.

25. The method of Claim 22, wherein the content use data comprises a listing of executed user commands.

26. The method of Claim 22, wherein the content use data associates a number of uses with a portion of the video content.

27. An access unit for accessing data stored on a portable video content storage device, the access unit comprising:

a receptacle configured to receive the portable video content storage device; and

a translation module configured to translate a nonstandard communications protocol used by the storage device into an industry standard communications protocol.

28. The access unit of Claim 27, further comprising



**VIDEO CONTENT DISTRIBUTION SYSTEM INCLUDING AN  
INTERACTIVE KIOSK, A PORTABLE ELECTRONIC STORAGE DEVICE,  
AND A SET-TOP BOX**

Abstract of the Disclosure

5           A portable electronic storage device (wallet) is configured to hold digitally  
encoded video content on a disk drive. The wallet is configured to be substantially  
incompatible with industry standard computer systems in its external characteristics,  
connections, and communication protocols. A user connects the wallet to a publicly  
located compatible interactive kiosk that stores several encoded programs (content  
10       units), such as feature-length films. The user selects content units, and the kiosk copies  
the selections onto the wallet. At home, the user connects the wallet to a compatible  
set-top box that presents the content units as an output signal to a television set. The  
set-top box accumulates information related to the use of the video content units  
(content use data), such as how much of a content unit has been viewed and/or how  
15       many times it has been viewed. The set-top box then writes the content use data to the  
wallet. The content use data is read by the kiosk the next time the user connects the  
wallet to the kiosk.

20

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021700]  
25       H:\DOCS\ASF\ASF-1338.DOC  
021700



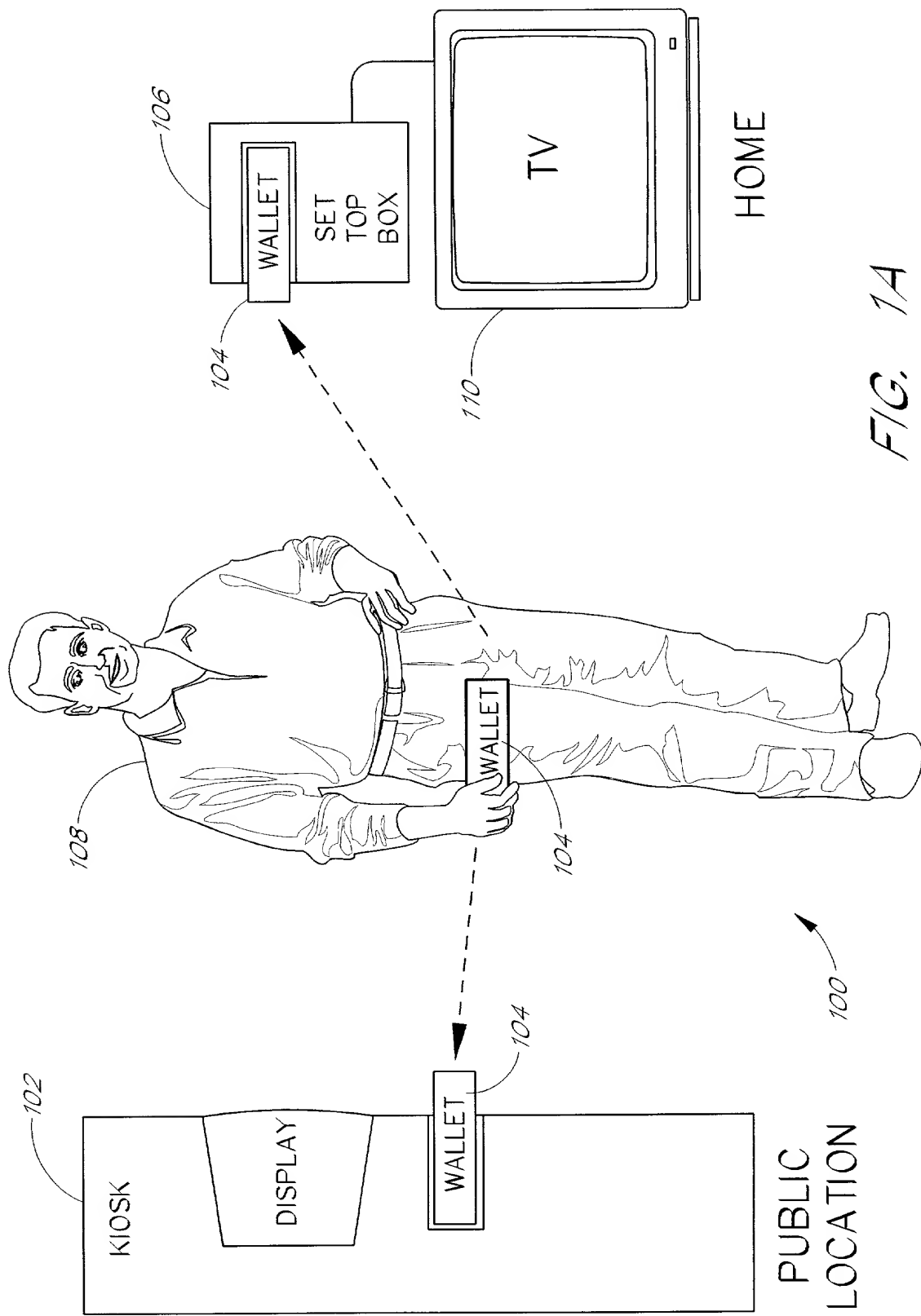


FIG. 1A

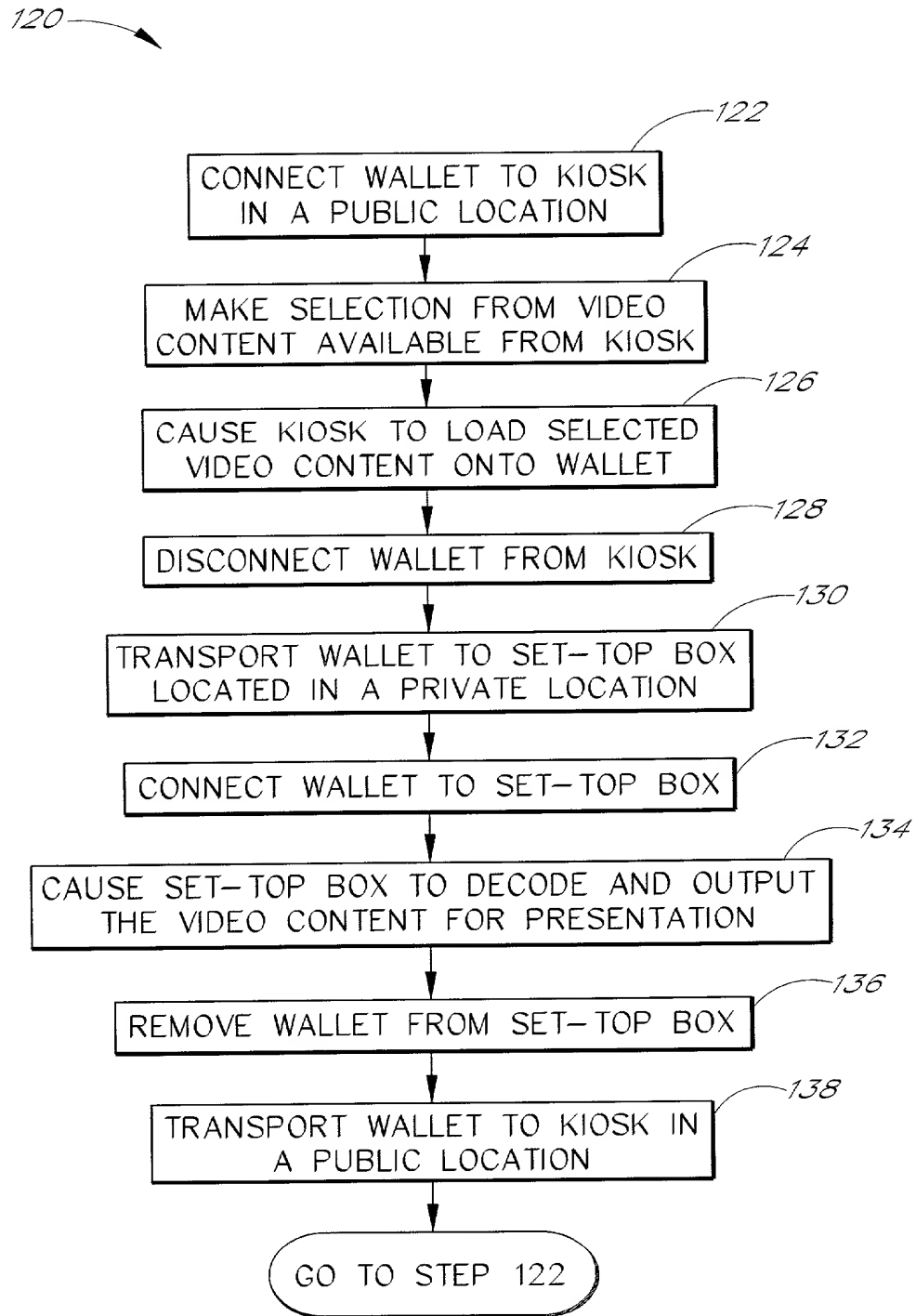


FIG. 1B

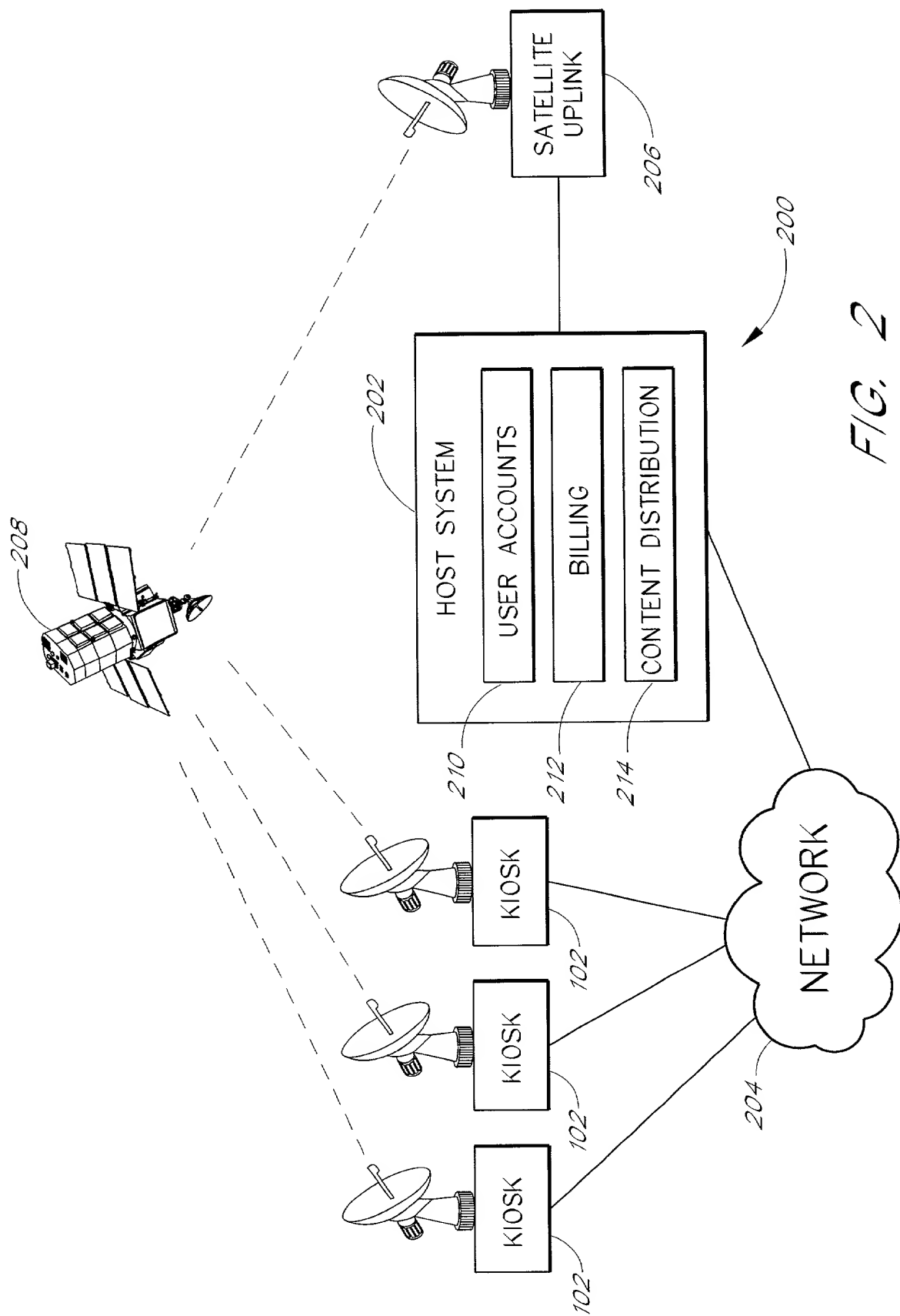


FIG. 2

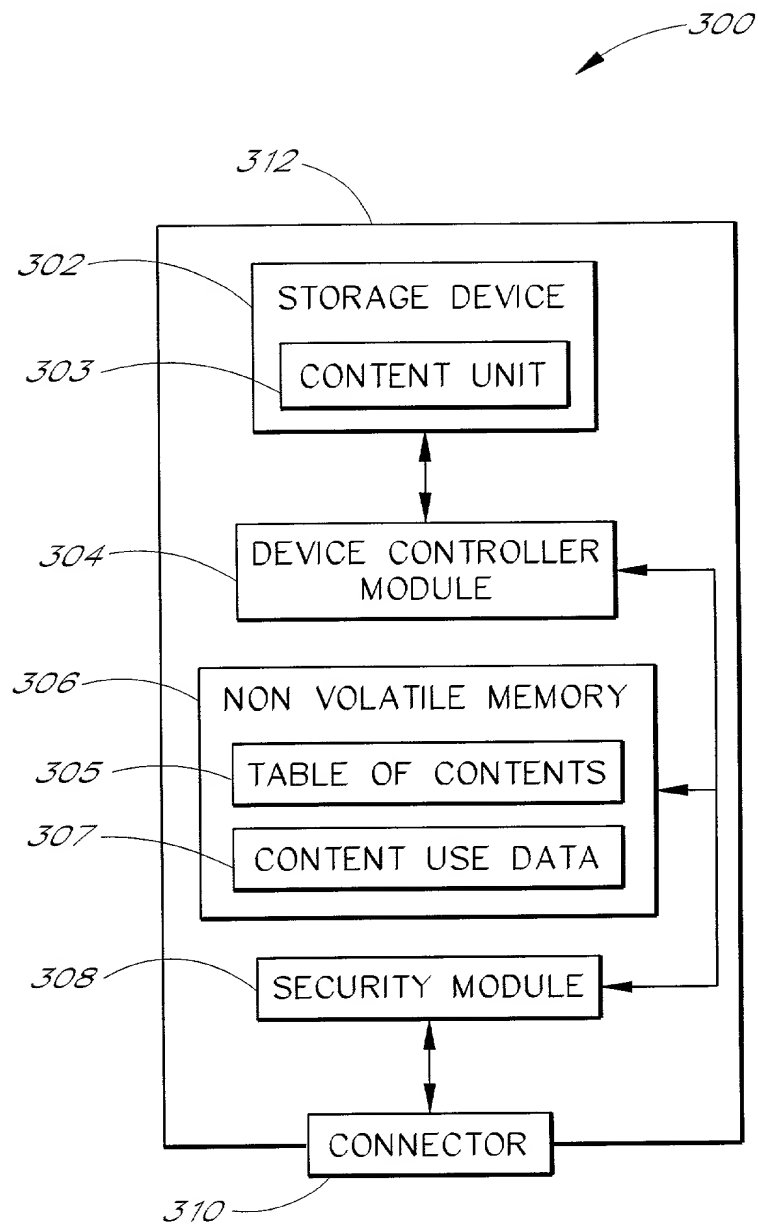
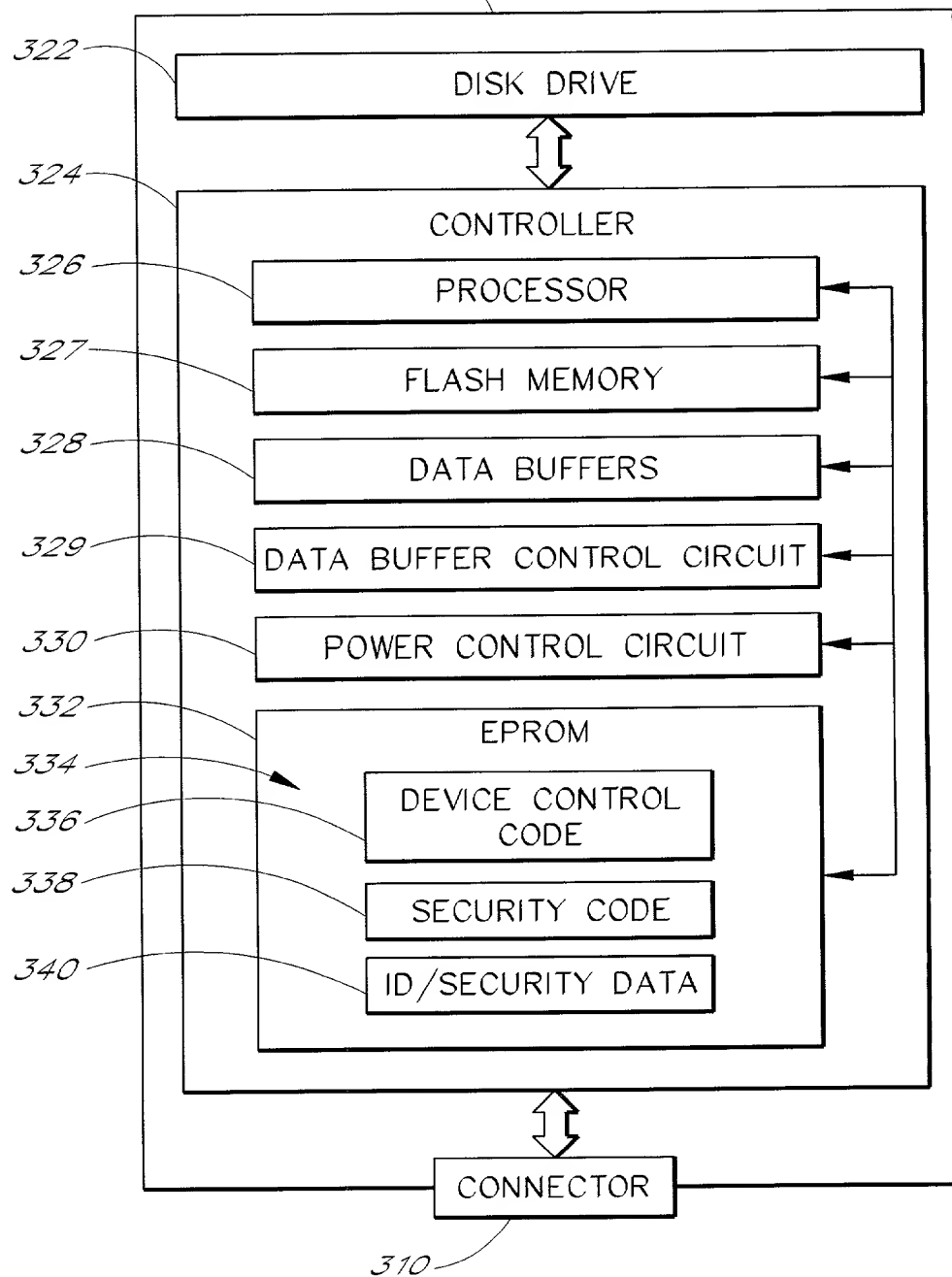


FIG. 3A



*FIG. 3B*

FIG. 3C

FIG. 3D

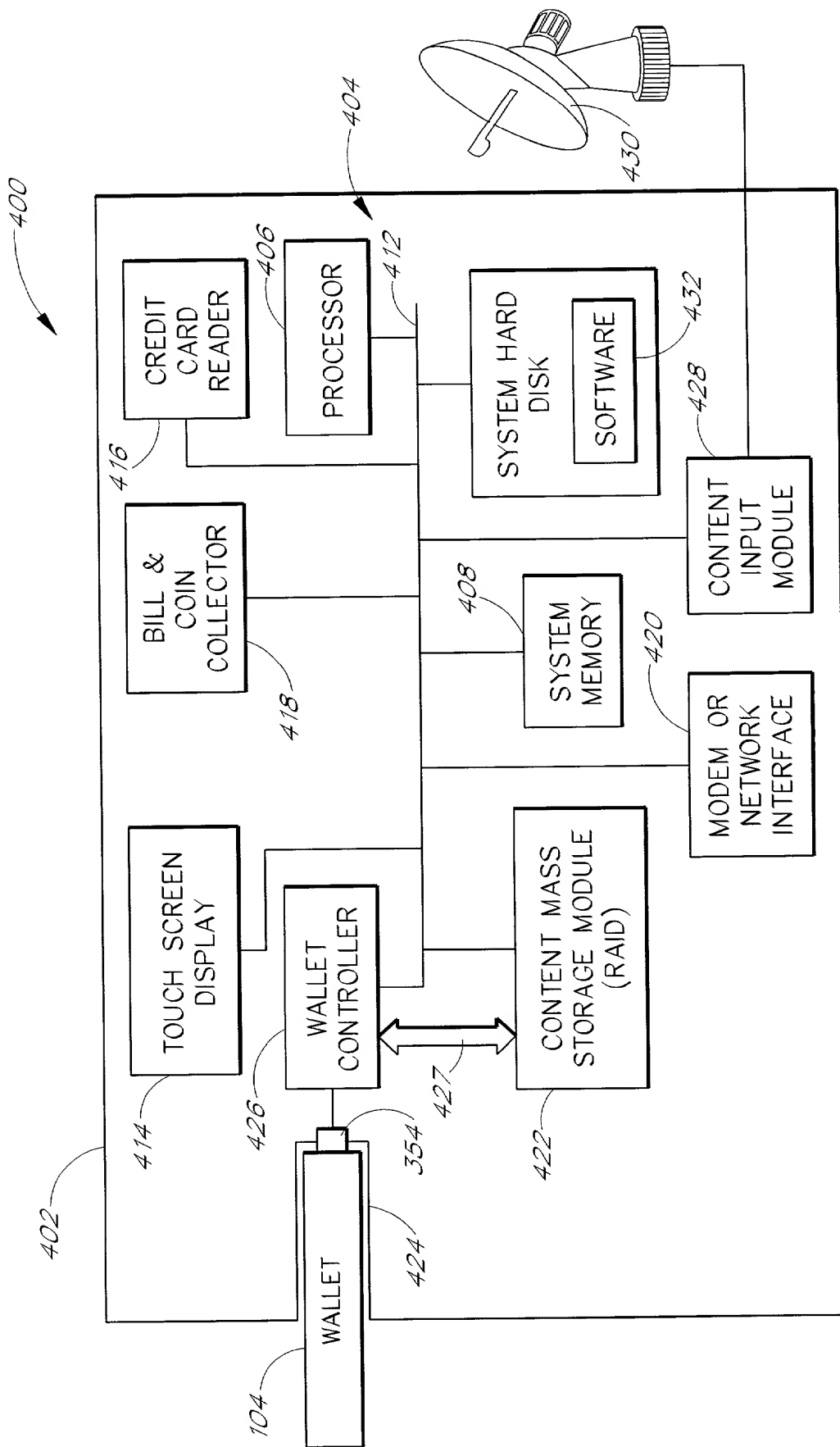


FIG. 4



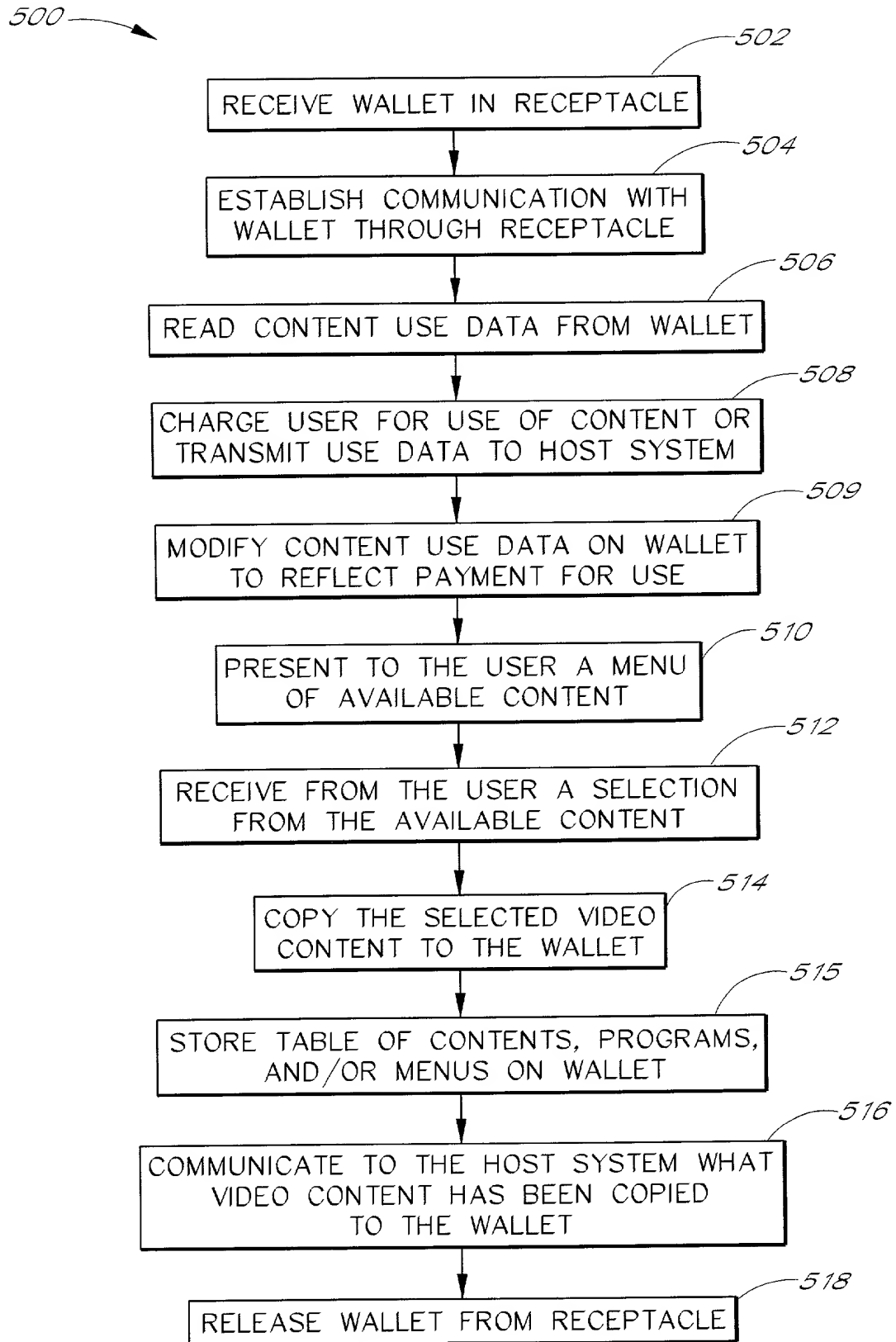
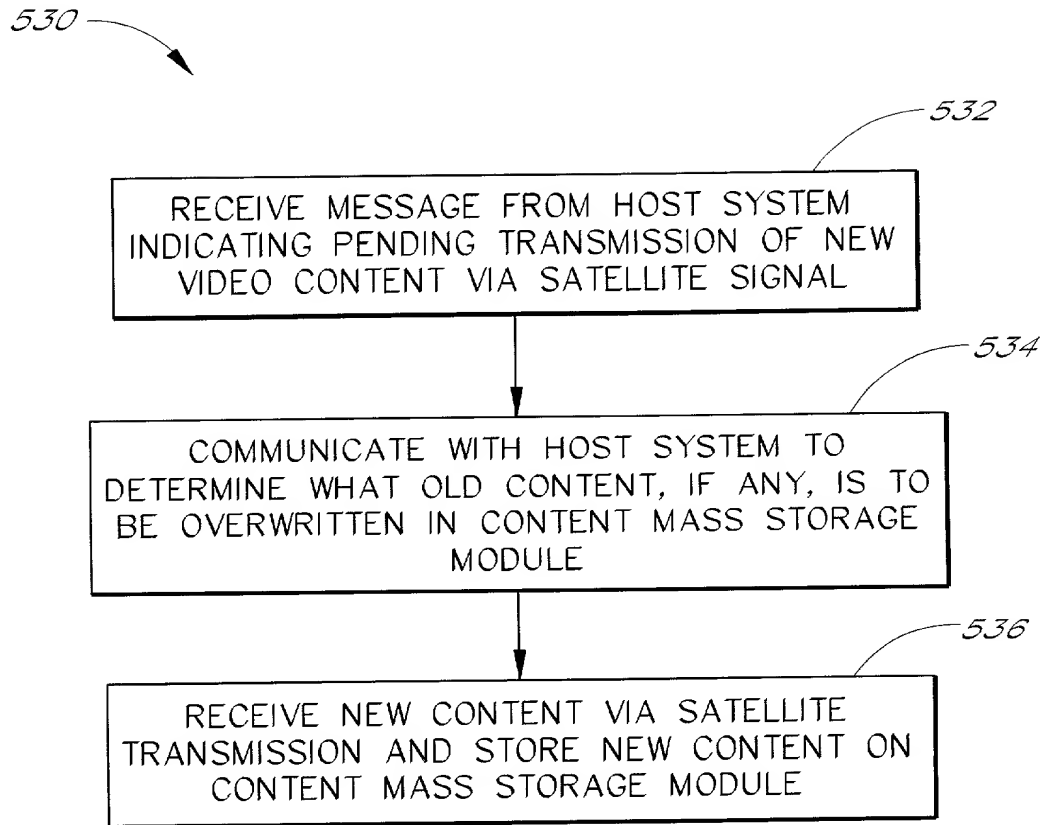


FIG. 5A



*FIG. 5B*



700

CONTENT USE DATA FOR CONTENT UNIT 1234567:	
SEGMENT 1	VIEWS 2 TIMES
SEGMENT 2	VIEWS 1 TIME
SEGMENT 3	VIEWS 1 TIME
SEGMENT 4	VIEWS 1 TIME

702

704

FIG. 7A

710

CONTENT USE DATA FOR CONTENT UNIT 2345678:	
0 SECONDS	PLAY
720 SECONDS	STOP
720 SECONDS	CUE
750 SECONDS	PLAY
7200 SECONDS	STOP
7200 SECONDS	REVIEW
7100 SECONDS	PLAY
7200 SECONDS	STOP
120 SECONDS	PLAY
720 SECONDS	STOP

712

714

FIG. 7B

```
graph TD; 800[800] --> 802[RECEIVE WALLET IN RECEPTACLE]; 802 --> 804[ESTABLISH COMMUNICATION WITH WALLET THROUGH RECEPTACLE]; 804 --> 806[READ FROM WALLET TABLE OF CONTENTS, PROGRAMS, AND/OR MENUS]; 806 --> 808[PRESENT TO THE USER A MENU OF CONTENT UNITS FOR VIEWING]; 808 --> 810[RECEIVE SELECTION OF A CONTENT UNIT FROM USER]; 810 --> 812[READ PREVIOUS CONTENT USE DATA FROM WALLET FOR SELECTED CONTENT UNIT]; 812 --> 814[DECODE AND OUTPUT CONTENT UNIT]; 814 --> 816[WRITE PRESENT CONTENT USE DATA TO WALLET FOR SELECTED CONTENT UNIT]; 816 --> 818[RELEASE WALLET FROM RECEPTACLE];
```

800

802  
RECEIVE WALLET IN RECEPTACLE

804  
ESTABLISH COMMUNICATION WITH WALLET THROUGH RECEPTACLE

806  
READ FROM WALLET TABLE OF CONTENTS, PROGRAMS, AND/OR MENUS

808  
PRESENT TO THE USER A MENU OF CONTENT UNITS FOR VIEWING

810  
RECEIVE SELECTION OF A CONTENT UNIT FROM USER

812  
READ PREVIOUS CONTENT USE DATA FROM WALLET FOR SELECTED CONTENT UNIT

814  
DECODE AND OUTPUT CONTENT UNIT

816  
WRITE PRESENT CONTENT USE DATA TO WALLET FOR SELECTED CONTENT UNIT

818  
RELEASE WALLET FROM RECEPTACLE

*FIG. 8*

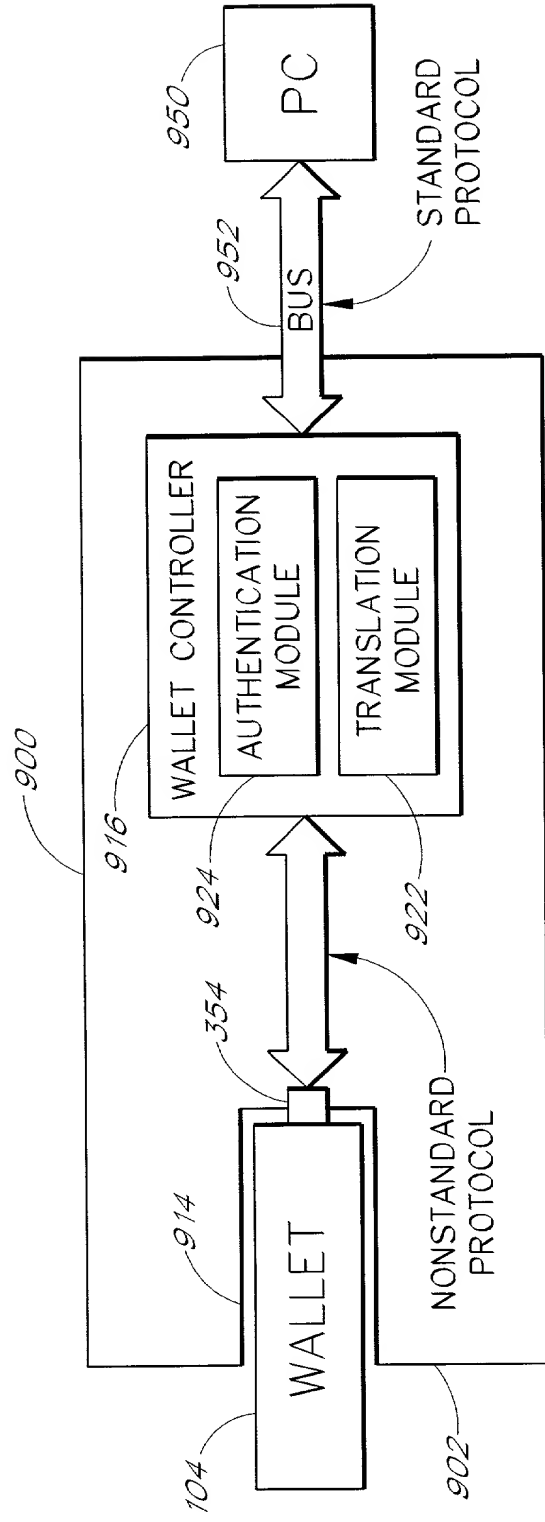


FIG. 9A

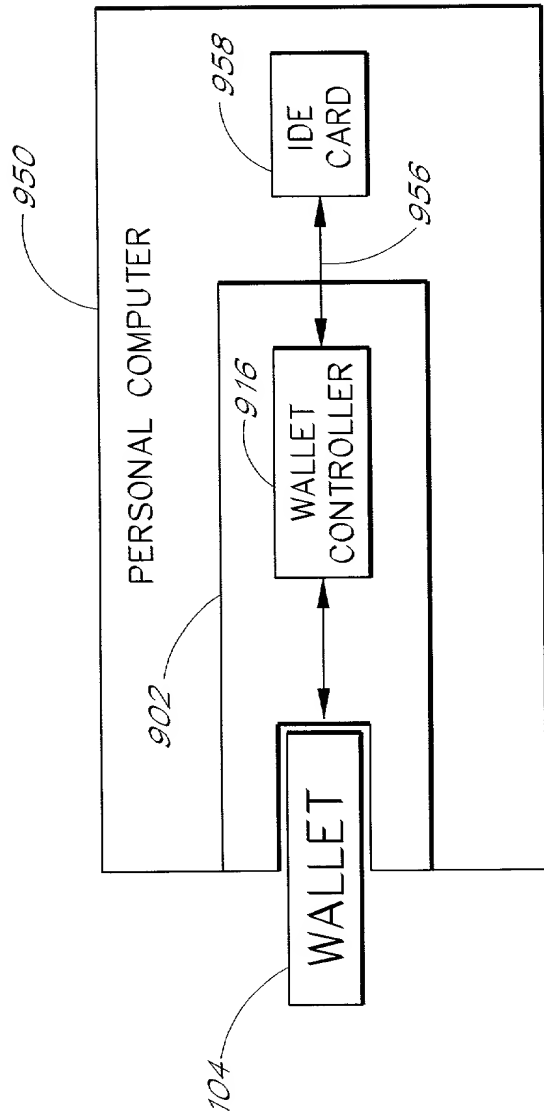


FIG. 9B